



State of Utah

GARY R. HERBERT
Governor

GREG BELL
Lieutenant Governor

Department of
Environmental Quality

Amanda Smith
Executive Director

DIVISION OF WATER QUALITY
Walter L. Baker, P.E.
Director

007/041 Incoming
CC: Steve C. K

RECEIVED

AUG 29 2011

DIV. OF OIL, GAS & MINING

August 25, 2011

CERTIFIED MAIL
(Return Receipt Requested)

Mr. David Hibbs, President
UtahAmerian Energy, Inc.
West Ridge Resources, Inc.
P.O. Box 910
East Carbon, UT 84520

Dear Mr. Hibbs:

Subject: Settlement Agreement Payment Invoice for Notice of Violation & Order
Docket No. I10-02, West Ridge Resources, UPDES Permit No. UT0025640

The Settlement Agreement has been finalized and full payment of the penalty amount in 2011 will close out this enforcement action and return West Ridge Resources, Inc. to full compliance.

The total penalty amount for your Settlement Agreement is \$36,023.00; with the following quarterly payment schedule as detailed in part 7.A. of your Settlement Agreement:

- 1) Payment #1: \$9,023.00 by March 31, 2011
- 2) Payment #2: \$9,000.00 by June 30, 2011
- 3) Payment #3: \$9,000.00 by September 30, 2011
- 4) Payment #4: \$9,000.00 by December 31, 2011

Payments #1 & #2 were received on time. Therefore, please remit Payment #3 by September 30, 2011 in the amount of \$9,000.00 by check made payable to "State of Utah" and deliver to:

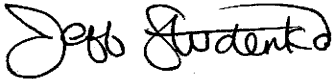
Department of Environmental Quality
Division of Water Quality
Attn: Jalynn Knudsen
P.O. Box 144870
Salt Lake City, Utah 84114-4870

A separate invoice for this third quarterly payment is included herein. The final subsequent

quarterly invoice will be sent approximately 30 days prior to the final payment due date. Please be sure to include a copy of the invoice, or the invoice number with each remittance.

Your continued efforts to remain in full compliance with the provisions of your UPDES Permit are appreciated. If you have any questions with regards to this matter, please contact me at (801) 536-4395 or by e-mail at jstudenka@utah.gov.

Sincerely,



Jeff Studenka, Manager
UPDES IES Section

Enclosure

cc (w/o encl.): Amanda Smith, Executive Director, Department of Environmental Quality
 Stephanie Gieck, U.S. EPA Region 8 Enforcement (8ENF-T)
 Claron Bjork, Director, SE Utah District Health Department
 Dave Ariotti, SE Utah DEQ District Engineer
 Daron Haddock, Division of Oil Gas & Mines
 Mike Herkimer, DWQ